NSC BRAPPROVED FOR Release 2000 (4) 729 CA-RDP79R0 (4) CONTROL OF THE DEVELOPMENTS IN MOST

with the ouster of General Nagib, the political situation in Egypt appears to be unchanged in at least two major aspects. Colonel Nasr and the Revolutionary Command Council are again back in top position, with renewed determination to carry out their "Revolution" without compromising with political factions. General Nagib is also back as a figurehead for the regime. His prestige is less; his position somewhat weakened. He is apparently ill. Nagib retains, however, considerable popular following.

Three new factors have been introduced into the TSittletton as a result of the month-long struggle for power between Nagr and Nagib.

Approved For Release 2000/08/29: CIA-RDP79R00890A00030010008-5

The Nagib-Nasr contest represents the clash between the authoritarian Revolutionary Council and the popular forces demanding a return to parliamentary government. Until it is resolved there can be no political stability in Egypt and no hope for constructive developments. Approved For Release 2000/08/29:CIA-ROPZ9R00890A000300010008-5

TOP SECRET

At present no real or firm reconciliation between the two men seems Approved For Release 2000/08/29: CIA-RDP79R00890A000300010008-5 possible. At the moment Nagib appears on the decline physically and prestige-wise. Opposition elements, however, may continue to use him as a rallying point.

The rise of Nasr poses all the problems inherent in a military dictatorship. Nasr and the Revolutionary Council are unpopular and lack widespread support. Even in the armed forces certain groups, particularly among the cavalry and artillery, are believed opposed to continuation of the Revolutionary Council's rule.

If Nasr succeeds in establishing himself firmly and absolutely

25X1C in power,

he will make a concerted effort to reach an agreement with Britain on the Suez base. With full conceApproved For Release 2000/08/20e: GIA:RDP79R00890A000300010008451 to

FOR SHIRET

Approved For Release 2000/08 Grant Reproved R00890A000300010008-5 control terrorist activities in the Suez Canal zone and thus restore order and permit Britain to approach the conference table.

25X6

25X6

Settlement of the Suez question would provide the Revolutionary Council with an important political victory which it sorely seeds.

Only then can the regime attempt to tackle the deep economic problems which confront it.

CORFIDENTIAL

Approved For Release 2000/08/29 : CIA-RDP79R00890A000300010008-5